

SECRET

Office Memorandum • UNITED STATES GOVERNMENT

TO : Comptroller
THRU : Deputy Director (Plans) -(Administration)
FROM : Chief, Procurement and Supply Office

DATE: 1 April 1953

SUBJECT: Materiel Procured with FY 1952 Contingency Funds

1. During fiscal year 1952 contingency funds were made available to this office to effect procurement of former OPC operational requirements. As a result, approximately [redacted] million were obligated for the procurement of materiel. These contingency funds were expended to support operations of the Far East, Eastern Europe, Western Europe, Near East Africa, and Western Hemisphere. It is understood that total funds made available by Divisions were as follows:

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| Division | Amount |
|--------------------|--------|
| Far East | |
| Eastern Europe | |
| Western Europe | |
| Near East Africa | |
| Western Hemisphere | |

Approx.
"
"
"
"

25X1A1a

2. In view of the fact that recent projected requirements by Division in many instances do not utilize the total quantities previously procured on an item basis, it is anticipated that materiel procured on a contingency fund basis will be placed in an over-all Agency materiel reserve. Under this concept excess quantities located in the Zone of Interior, previously allocated by Division would be applied across-the-board against the materiel requirements of the Area and Staff Divisions for the period 1 April 1953 through 30 June 1953. Excess materiel still on hand in the Zone of Interior at the close of FY 1953 will be applied against the projected requirements FY 1954 and FY 1955 on a bulk basis.

3. This action represents basic supply management and conservative business judgement inasmuch as changing conditions have resulted in major revisions of requirements forecasts upon which subject procurement was effected.

JAMES A. GARRISON

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CONCURRENCES:

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